

MCDANIEL SUPPLY COMPANY COMMISSARY SERVICE AGREEMENT

THIS **COMMISSARY SERVICE AGREEMENT** (the “**Agreement**”), is dated effective as of the 1st day of April, 2018 (the “**Effective Date**”), by and between Catawba County, a political subdivision of the State of North Carolina (the “**Principal**”), for the Catawba County Detention Facility located at 100 Government Drive, Newton, NC 28658 (the “**Facility**”), and McDaniel Supply Company, Inc., a Georgia corporation with a principal office located at 1275 East Cherry Street, Jesup, Georgia, 31546 (“**MSC**”). Each of the Principal and MSC is a “**Party**” to this Agreement and shall collectively be the “**Parties**.”

WHEREAS, MSC is in the business of providing commissary services and technologies to inmates on behalf of, and as an agent to, city, county, and state correctional facilities; and

WHEREAS, the Principal desires to avail itself of the commissary services offered by MSC for the purpose of providing materials and supplies to state or county inmates in accordance with the “**Legal Authority**” as applicable to the Facility provided in Section 13 below;

NOW, THEREFORE, in consideration of the mutual promises and covenants contained herein, and for the mutual benefits to be derived from this Agreement, the Parties, each intending to be legally bound, hereby agree as follows.

- 1. Appointment.** The Principal hereby appoints MSC as its exclusive supplier of commissary products and services for inmates of the Facility and MSC accepts and assumes such appointment.
- 2. Scope of Service.** MSC hereby agrees to perform all services (collectively, the “**Services**”) in accordance with the terms stated in the Commissary Services proposal dated November 3, 2017 set forth in **Exhibit A**, attached hereto, and incorporated herein by reference (the “**Solicitation**”).
- 3. Premises.** The Principal hereby grants to MSC an exclusive, royalty-free, non-sublicensable license, for the Term of this Agreement, to such space within the Facility necessary to allow MSC to provide Services in accordance with the Solicitation (the “**Premises**”). The Principal shall ensure that the Premises meet all applicable federal, state, and local laws, codes, and ordinances applicable to occupation of the Premises by a commercial operation including maintenance and repair of all structural elements thereof. The Principal covenants and agrees with MSC that so long as MSC keeps and performs all the covenants and conditions to be kept and performed by MSC under this Agreement, MSC shall have quiet, undisturbed, and continued possession of the Premises, free from all claims of any kind, nature, or description. The Principal shall provide MSC with sufficient and reliable security services for the Premises and

utility services (including water, sewage, electricity, gas (as necessary), HVAC, and telephone and internet connectivity within the Premises) (collectively, the “**Utilities**”), and shall maintain the Premises in good repair. The Principal shall reimburse MSC for any costs or expenses incurred by MSC to maintain or repair the Premises.

4. Equipment.

A. *MSC Obligations.* During the Term of this Agreement, MSC agrees:

- (i) to install all necessary equipment, materials, supplies, tools, labor, insurance, accessories and services necessary to provide the Services as well as any software to support such equipment (the “**Equipment**”);
- (ii) to provide standard maintenance, repair, or replacement of the Equipment, including on-site support during business hours, 24/7 telephone support, custom enhancements, and periodic updates as necessary to provide the Services, but not including custom programming services, training, or troubleshooting for any hardware or equipment not owned by MSC; and
- (iii) to maintain insurance in customary, commercially reasonable amounts.

B. *Principal Obligations.* During the Term of this Agreement, the Principal agrees:

- (i) to maintain reasonable security against unauthorized use of or damage to the Equipment and to discontinue use and notify MSC promptly in the event of any irregularities in the functioning of the Equipment. In the event that the Equipment suffers damage caused by an inmate of the Facility, said inmate’s account shall be charged for all expenses related to its repair; and principal shall not be responsible for repair costs
- (ii) to implement and maintain security measures with respect to any software installed by MSC (the “**Software**”) that effectively restricts access to the Software only to authorized users, and protects the Software from unauthorized use, alteration, access, publication, and distribution. In no event shall such security measures be less restrictive than those the Principal employs to safeguard its most confidential information. In the event of an actual or suspected breach of such security measures, the Principal shall notify MSC within 24 hours.

C. *Proprietary Rights.* MSC retains all rights, title, and interest in the Equipment, including but not limited to, copyrights, database rights, and other neighboring rights, patents, trade secrets, trademarks, service marks, design rights, proprietary information rights and other intellectual property rights as may currently exist or may be developed by MSC anywhere in the

world. The Principal shall not (i) copy (other than for back-up purposes), distribute, rent, lease or sublicense all or any portion of the Equipment; (ii) modify or prepare derivative works of any portion of the Equipment; (iii) use the Equipment in a computer-based services business or publicly display visual output of the Equipment, (iv) transmit any portion of the Equipment over a network, by telephone, or electronically using any means; or (v) reverse engineer, decompile or disassemble the Equipment. The Principal shall not change or remove any insignia or lettering on the Equipment and shall conspicuously identify each item of the Equipment by suitable lettering thereon to indicate MSC's ownership. The Principal shall keep the Equipment free from any and all liens and claims, and shall do or permit no act or thing whereby MSC's title or rights may be encumbered or impaired.

D. *Warranties; Damage.* MSC makes no representation, warranties, or conditions, express or implied, statutory or otherwise, other than those herein contained. Upon expiration or termination of the Agreement, the Equipment shall be returned unencumbered to MSC in the same condition as when received by the Principal, reasonable wear and tear resulting from proper use thereof alone excepted. The Principal shall indemnify and hold MSC harmless against and from all loss, damage, expense or penalty arising from any claim or action on account of personal injury or damage to property occasioned by the unauthorized operation, use, handling, or transportation of the Equipment during the Term of the Agreement, but shall be credited with any amounts received by MSC from insurance.

5. **Commissions and Payments.**

A. *Payments.*

- i. Commissions. MSC agrees to pay the Principal a commission rate of **39.75%** on gross sales less sales tax ("**Commissions**"). Commissions will not be paid on non-commissionable sales, including but not limited to, postage stamps, stamped envelopes, etc. Commissions will not be paid on any item the Principal wishes to sell below, at, or near cost. Commissions paid to the Principal shall be paid weekly or otherwise stated by the Principal and shall be delivered to the Principal by the 10th of the following month in which services were rendered.
- ii. Taxes. MSC agrees to pay all taxes, fees, and other assessments imposed by federal, state, local, and other governmental taxing authorities related to the sales and profits of MSC under this Agreement, except for any taxes based on MSC's net income.

B. *Inventory.* Subject to Section 18 below, all commissary inventory required to be provided by MSC pursuant to the Services shall be delivered by MSC to the Facility once a week with the weekday of such deliveries to be determined in good faith by both Parties.

C. *Records; Audits.* MSC will maintain and keep on file all records of the Principal's sales for a period of 3 years from the Effective Date of this Agreement. MSC will give the Principal or the Principal's authorized agent the opportunity to inspect such records which are directly relevant to the Principal's purchases. The cost of such audit or inspection will be at the expense of the Principal. The examination of records shall be conducted at the location where such records are maintained by MSC at 1275 E. Cherry Street, Jesup, GA 31546

6. Term. This Agreement shall commence on the Effective Date and shall continue for an initial term of 36 months unless terminated as provided herein.

7. Termination

A. *Without Cause.* Notwithstanding anything to the contrary herein above or hereinafter set forth, this Agreement may be terminated by either Party at any time without cause or legal excuse by providing the other Party with 60 days' prior written notice of such termination or by mutual written agreement of the Parties.

B. *For Cause.* Notwithstanding anything to the contrary herein above or hereinafter set forth, this Agreement may be terminated immediately by either Party at any time upon written notice to the other in any of the following events:

- i. if the other Party shall commit any breach of the terms of this Agreement and shall not (in the case of a breach capable of being remedied) remedy such breach within 30 days after notice has been served on the breaching Party requiring the same to be remedied; or
- ii. if the other Party shall discontinue its business or have any license or permit required of the Party for the normal operation of its business or for the provision of the Services revoked or suspended for 31 days or more; or
- iii. if the other Party becomes insolvent or shall be made the subject of an administration order or a receiver of its assets shall be appointed or it shall go into liquidation (whether voluntary or otherwise) other than a voluntary liquidation for the purposes of reconstruction and such status is not cured, discharged, or withdrawn within 90 days; or
- iv. if the other Party has court-established criminal or fraudulent conduct on the part of: (a) in the case of MSC, its officers, directors, or controlling shareholder(s); or (b) in the case of the Principal, its elected or appointed officials (including any officers or shareholders) in such a manner as to either directly or indirectly affect the operations of the Facility.

C. Such remedy of Termination is in addition to such other remedies as may be available by law or as otherwise stated in this Agreement.

8. Representations and Warranties.

A. *Both Parties.* Each Party represents and warrants that it: (i) has the full authority and the legal right to enter into this Agreement and perform its obligations hereunder, (ii) has taken all necessary action required to authorize the execution and delivery of this Agreement and the performance of its obligations, and (iii) will comply with all applicable laws, regulations, governmental requirements and standards related to the Services, including, without limitation, product safety laws.

B. *MSC.* MSC warrants that the commissary price list attached hereto as **Exhibit B** is subject to ordinary price increases due to market factors beyond the control of MSC.

C. *Principal.* The Principal represents and warrants that (i) the Facility is owned and/or exclusively operated by the Principal, (ii) the Principal is authorized to enter into this Agreement with respect to the Facility, and (iii) the undersigned is authorized to bind the Facility to this Agreement.

9. Indemnification.

A. *By MSC.*

- i. MSC shall indemnify the Principal against any loss, damage, injury or death caused by MSC's negligent acts or omissions or the negligent acts or omissions of MSC's agents or employees, or losses, damages, injuries or death caused by MSC's negligence and arising out of the consumption or use of the products and services sold or provided; *provided, however*, that nothing contained herein shall require MSC to defend or indemnify the Principal for losses, damages, injuries or death arising out of the negligence of the Principal, its agents or employees.
- ii. MSC's obligation to hold the Principal harmless pursuant to the Agreement shall be dependent upon the Principal promptly notifying MSC in writing of any such claims or lawsuits against either MSC or the Principal, but in no event not no later than 30 days after the date the Principal first received notice of such claim or lawsuit, and, forwarded to MSC the summons, complaint and all other documents which relate to said claim or lawsuit no later than 30 days after the date the Principal was served with such documents. Failure of the Principal to notify MSC of any such claim or lawsuit within said 30 day period shall relieve MSC of

any and all responsibility and liability under the Agreement to indemnify and hold the Principal harmless.

B. Notwithstanding the foregoing, no action under this Agreement, unless involving death or personal injury, may be brought by either Party against the other Party more than 2 years after the cause of action arises.

C. Neither Party shall be liable to the other Party whether by reason of breach of contract, negligence or otherwise for any loss of profit, loss of business, liability to third Parties or for any indirect or consequential losses, even if the Party is informed of such potential losses in advance.

10. Independent Contractor Status. It is mutually understood and agreed that MSC is engaged as an independent contractor and neither MSC nor the Principal are authorized to oblige the other Party or act in the name of the other Party other than as stated in this agreement and it is the intent of the Parties that (i) an independent contractor relationship be and is hereby established under the terms and conditions of the agreement, (ii) the employees of MSC are not nor shall they be deemed to be employees of the Principal, and (iii) the employees of the Principal are not nor shall they be deemed to be employees of MSC. Notwithstanding the foregoing, it is mutually understood and agreed that the establishment and/or management of lobby and booking kiosks and inmate commissary accounts, and the receipt of cash deposits thereto, is a service provided by MSC on behalf of the county for the purpose of providing materials and supplies to inmates pursuant to the Legal Authority as applicable to the Principal provided in Section 13 below.

11. Notices; Invoices. Any notice, invoice, or other communication under this Agreement required hereunder shall be delivered in writing and shall be deemed to have been received: (a) when delivered by hand (with written confirmation of receipt); (b) when received by the addressee if sent by a nationally recognized overnight courier (receipt requested); (c) on the date sent by facsimile or e-mail of a PDF document (with confirmation of transmission) if sent during normal business hours of the recipient, or on the next Business Day if sent after normal business hours of the recipient; or (d) on the third day after the date mailed, by certified or registered mail, return receipt requested, postage prepaid. Such communications must be sent to the following addresses:

To MSC: McDaniel Supply Company
 1275 East Cherry Street
 Jesup, Georgia 31546

To the Principal: Sheriff Coy Reid
 Catawba County Detention Facility
 100 Government Drive
 Newton, NC 28658

12. Governing Law. The laws of the State of North Carolina (without giving effect to its conflicts of law principles) govern all matters, including tort claims, arising out of or relating to this Agreement, including, without limitation, its validity, interpretation, construction, performance, and enforcement. Notwithstanding any other provision of this Agreement, any disputes concerning any question of fact or law arising under this Agreement or any litigation or arbitration arising out of this Agreement, shall be tried in Catawba County, unless the Parties agree otherwise, or are otherwise required by law.

13. Legal Authority. The legal authority or authorities applicable to the Principal and the services provided by MSC on behalf of Principal at the Facility in accordance with this Agreement is/are set forth for the applicable jurisdiction on **Exhibit C**, attached hereto, and incorporated herein by reference.

14. Breach of Contract; Remedies. Upon breach of this Agreement by either Party, both Parties shall have all remedies available to them in equity and/or at law.

15. Assignment. This Agreement or any interest herein shall not be assigned, transferred, or otherwise encumbered, under any circumstances, by the Parties, without the prior consent of the other Party.

16. Modification of the Agreement. Notwithstanding any of the provisions of this Agreement, the Parties may agree to amend this Agreement. No alteration or variation of the terms of this Agreement shall be valid unless made in writing and signed by the Parties hereto. No oral understanding or agreement not incorporated herein shall be binding on any of the Parties hereto.

17. Waiver. Failure by either Party to enforce at any time or for any period of time the provisions of this Agreement shall not be construed as a waiver of such provisions, and shall in no way affect such Party's right to later enforce such provisions.

18. Force Majeure. If the performance of any obligation under this Agreement is prevented, restricted or interfered with by reason of war, revolution, civil commotion, act of terrorism, blockade, embargo, strike, law, order, proclamation, regulation, ordinance, demand, requirement, fire, flood, storm or other natural or man-made disaster or occurrence which is beyond the reasonable control of the affected Party, the affected Party will, upon giving reasonable notice to the other Party, be excused from performance under this Agreement for the duration of the force majeure condition; provided, however, that the affected Party will use commercially reasonable efforts to avoid or remove the cause of nonperformance and resume full performance under this Agreement.

19. Severability. Any provision of this Agreement that is prohibited or unenforceable in any jurisdiction will, as to such jurisdiction, be ineffective to the extent of such prohibition or

unenforceability without invalidating the remaining provisions hereof, and any such prohibition or unenforceability in any jurisdiction will not invalidate or render unenforceable such provision in any other jurisdiction. To the fullest extent permitted by applicable law, the Parties hereby waive any provision of law which renders any provisions hereof prohibited or unenforceable in any respect. If it is ever held that any restriction hereunder is too broad to permit enforcement of such restriction to its fullest extent, such restriction will be enforced to the maximum extent permitted by applicable law.

20. Headings; Counterparts. The section headings contained in this Agreement are solely for the purpose of reference, are not part of the Agreement of the Parties, and will not in any way affect the meaning or interpretation of this Agreement. This Agreement may be executed in any number of counterparts, each of which will be an original, but all of which together will constitute one instrument. This Agreement may also be executed with signatures sent via facsimile or email (in PDF format only), each of which will be deemed an original.


21. Entire Agreement. This Agreement, together with its Recitals and Exhibits, which are incorporated herein by reference, is the entire agreement between the Parties and supersedes all prior discussions, oral or written agreements, understandings and representations, whether verbal or written, with regard to its subject matter. The Parties acknowledge that they have not relied upon any statement, representation, prior or contemporaneous written or oral promises, agreements or warranties, except such as are expressed herein.

{Signatures appear on following page}

IN WITNESS WHEREOF, the Parties by their duly authorized representatives have entered into this Agreement effective as of the Effective Date hereof.

PRINCIPAL

**CATAWBA COUNTY DETENTION
FACILITY**

DocuSigned by:

Signature B444DD1FFBB0465...

By: Coy Reid
Printed Name

Its: SHERIFF
Title

MSC

MCDANIEL SUPPLY COMPANY, INC.

DocuSigned by:

Signature 00F551B343AE4DA...

By: Jerry McDaniel
Printed Name

Its: PRESIDENT
Title

EXHIBIT A

Proposal Submitted November 3, 2017

McDANIEL Supply Company

Proposal - EXHIBIT A

Submitted

To

Catawba County Detention Center

100 Government Drive

Newton, NC 28658

November 3, 2017

Jerry McDaniel, Contact

1275 East Cherry Street

Jesup, Georgia 31546

Phone: 912-427-9022



1275 East Cherry Street • Jesup, Georgia 31546 • Phone (912) 427-9022 • Fax (912) 427-9093 • Toll Free 800-822-9388

Catawba County Detention Center
Captain Billy Boston, Director
100 Government Drive
Newton, NC 28658

Dear Cpt. Boston:

McDaniel Supply Company, Inc. (MSC) is pleased to submit this proposal to provide Inmate Banking and Commissary Services (MACS) to the Catawba County Detention Center.

We believe we will bring some distinct advantages to the process of handling your commissary operations.

1. As a mid-sized company we have more flexibility and therefore we can be more responsive to your individual needs. We offer a level of service and commitment that the national firms save for their largest clients.
2. McDaniel Supply Company has the resources, specialized knowledge and experience to handle all of your facilities current and future needs.
3. The senior management of our company will always be involved in your account to ensure your complete satisfaction. McDaniel Supply Company provides the cell numbers of the owners, to the facility administration in order for them to have 24/7 access should they have a question. What other commissary company gives out the owner's cell phone numbers for direct access?

"YOUR INDEPENDENT COMMISSARY SOURCE"

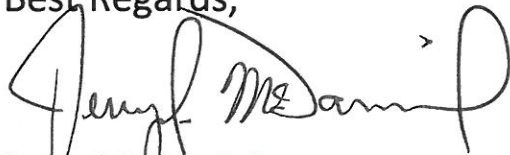
4. We provide the highest quality services at a cost-effective price. Higher commissions usually have hidden fees. With McDaniel Supply, **nothing is hidden.**
5. McDaniel Supply Company offers the ability for friends and family to deposit funds via the internet and/or telephone as well as purchase packages for their loved ones who are incarcerated.

We look forward to assisting the Catawba County Detention Center in succeeding with its plan to improve service and efficiency in providing commissary services to your facility. We are confident our services will continue to improve your operations and we look forward to providing the Catawba County Detention Center with our finest service.

Enclosed please find our proposal for commissary services to the Catawba County Detention Center. It is our commitment to provide you with the most recent techniques in commissary operation and service.

Thank you for this opportunity and for your consideration.

Best Regards,

A handwritten signature in black ink, appearing to read "Jerry McDaniel", with a stylized flourish at the end.

Jerry McDaniel,
President

Executive Summary

McDaniel Supply Company staff stands ready to carry out this proposal and work with the staff of Catawba County Detention Center to bring your facility the **very best service**, the **very best technology** and the **very best support**. McDaniel Supply Company is prepared to provide any and **all equipment needed at the present time and all equipment needed in the future at NO COST to the Catawba County Detention Center for commissary services**.

McDaniel Supply Company will provide the HIGHEST value to Catawba County Detention Center for its SERVICES.

McDaniel Supply Company is able to state confidently we meet all of the needs of the Catawba County Detention Center because of our track record with other facilities. We began our commissary business in 1996. We are so confident in our abilities, upon request we will give each potential customer a contact list of **all of our current customers** in order for them to contact all or any one of the facilities to discuss our performance.

We provide our facilities with bulk or bagged items, inmate banking software which can include **kiosk in booking, lobby and pods for inmates to order commissary and/or file grievances, requests or sick requests, PREA incidents, report a tip in the TIPS module concerning a crime, inmate handbook, convenience module and questionnaire to be used by facility**. We offer scanners or telephone ordering should the facility be unable to **utilize our kiosk**. We offer our customers the ability to have friends/family **deposit funds via the internet or telephone**. We also offer the ability for our facilities to be able to disperse funds to inmates via Release Cards.

- **39.75%** commission on commissionable items
- **30%** commission on shopping cart orders

Our web site (www.jailpackstore.com), allows family and friends to purchase for their loved one pre-packed canteen, such as snacks, clothing, electronics, etc all approved by each facility which chooses to use this option.

Company

In 1971, Jerry D. McDaniel founded McDaniel Vending and Food Service in which he provided vending and food services to various local and state agencies. In 2002, Jerry D. McDaniel formed McDaniel Supply Company to focus on commissary for jails and prisons. Jerry D. sold the vending and food divisions in December 2013, in order to focus solely on the commissary division. In October, 2016 Jerry D. McDaniel passed away and his son, Jerry McDaniel and Jerry D.'s widow, Lori A. McDaniel have worked at McDaniel Supply Company for many years, they continue to own and operate the family business. McDaniel Supply Company is a Georgia S corporation. Our FIN # is 20-0075368. McDaniel Supply Company has access to all credit needed to provide commissary services. We currently have 64 active employees on staff and our team works very well together. We have 55,400 square feet of warehouse space with an operational floor plan to provide the best service available. The warehouse uses gas and electric operated forklifts to load and unload inventory. The transportation fleet consists of several different styles of vans, step-side panel trucks, and large commercial type 24-foot delivery trucks.

The management of McDaniel Supply Company consist Jerry McDaniel, President and Lori A. McDaniel, Vice President. Lori A. McDaniel manages the IT Department, the Commissary Room is managed by Debra Thornton, and the Warehouse Manager is Jeff Wheeler. Various warehouse, delivery, and IT personnel are employed through the Jesup Office. All employees who service correctional facilities accounts have the required security clearances to enter the facilities. **All staff working within the facilities has forty hours of training per year to meet ACA standards.**

McDaniel Supply has been providing commissary services since 1996 to various local, state, and federal correctional institutions located throughout the southeast. McDaniel Supply Company is a partner of **Georgia Commissary Suppliers** which provides all commissary products to the **Georgia Department of Corrections**. The years of providing this service

have given McDaniel Supply a solid foundation and understanding of the requirements needed to meet the commissary needs of each facility. While common requirements exist through the correctional institutions, McDaniel Supply prides itself on being able to meet the unique requirements of each facility and feels it can meet the requirements of the Detention Center, recognizing county facilities may have different needs than state and federal facilities.

McDaniel Supply has ample personnel, warehouse facilities and a transportation fleet of vehicles to effectively provide commissary services. McDaniel Supply maintains a drug-free workplace and screens employees on a regular basis for drug use through random selection.

Since McDaniel Supply Company began our commissary business in 1996. It became our goal to streamline each facility's commissary to provide the best commissary service available. During the early years we determined there was a need for an inmate banking software package to help alleviate problems the facilities were having concerning their banking software. Through the communication and partnerships with our current customers and our in-house IT staff, we created an inmate banking software package we feel far exceeds our competitors in the following areas: it is user friendly, tamper proof and supported by our own professional staff. McDaniel Supply Company is privileged to have worked with its current customers to meet or exceed the needs they have concerning commissary and inmate banking software. Facility sizes of our customer's ranges in population from 50 to over 2000 inmates. When McDaniel Supply enters into an agreement with its customers, we discuss all their current needs for their facility as well as any desired enhancements. Once all of the needs and enhancements are laid out, we address each and every one by determining if it is already in the MACS software system. If not, our programmer makes all necessary enhancements to facilitate each client's needs. Any modifications made to the MACS system are defined by the customer, shared with other customers to ensure it meets the needs for all, and programmed to be as user friendly as possible to meet or exceed the

needs of each facility. Once an enhancement is added to the MACS system, any facility may use the enhancement at **NO CHARGE**.

McDaniel Supply constantly strives to improve our commissary system by aggressively seeking new technology as well as adding new modules to meet the needs of our customers.

McDaniel Supply Company prides itself of having interfaced with each required facility, whether the jail management system was running in a Windows environment or UNIX environment. The staff at McDaniel Supply Company has met and exceeded the challenge.

The warehouse located in Jesup, Georgia is a secure warehouse with security cameras located throughout the facility. We require our employees to take random drug tests as well as annual criminal background checks.

Company Principals

President

Jerry McDaniel holds a Bachelor of Business Administration in Finance from Georgia Southern University. Jerry has worked in the family business since graduation in 1995. Jerry manages the business aspects of McDaniel Supply Company. He also contributes to the design of the MACS software system. Jerry is responsible for all purchases as well as managing all staff handling the commissary product from the pickers to the delivery personnel. Jerry implemented an electronic system in the pick room which our pickers utilize iPads to pick the orders. This system has ensured the fill rate is kept at a minimum of 99.95%.

Vice President

Lori A. McDaniel is responsible for conversions, training, support, and report writing for McDaniel Supply. She has worked in the family business since July of 2003. She was formerly employed with the Public Health Department in the Coastal Health District and was responsible for all IT support throughout the Coastal Health District which consisted of six counties. She continues to be very instrumental in helping to determine the needs for our commissary system and she is an expert on the total system. Lori has over 25 years experience in the IT field. Prior to conversion, Lori meets with the appropriate Correctional Facility Staff to determine the needs of the facility and to ensure the MACS system meets those needs prior to entering the facility.

Order Fulfillment Supervisor

Debra Thornton has been employed by McDaniel Supply Company since 1997. When McDaniel Supply started the bagging operation, Debra was promoted to Order Fulfillment Supervisor. Debra has the experience and

expertise to provide the business and computer support necessary to assist in managing the pick room in an efficient and professional manner.

Warehouse/Transportation Manager

Jeff Wheeler has been employed by McDaniel Supply Company since October 2010. Jeff began his career in the Army and was honorably discharged. After serving in the Army, Jeff has worked in the maintenance and heavy equipment industry. Jeff began working in the warehouse as an assistant to the warehouse manager. Through hard work and determination, Jeff has worked his way up to Warehouse Manager.

Deposit Services

McDaniel Supply Company, Inc. provides our facilities deposit services via telephone, internet, booking and lobby kiosks for the inmate, their family and their friends. All funds deposited through a McDaniel Supply Company portal are guaranteed. The lobby kiosk has a maximum of \$300.00 for cash or credit card deposits. The inmate may receive one credit card deposit per day. The booking kiosk does not charge for cash deposits but credit card deposits incur the same fee as the internet, telephone and lobby kiosk credit card deposits.

All credit card deposits are reconciled on a daily basis and the inmates' portion of the deposit is ACH'd nightly to the facility's inmate trust fund account. A staff member of McDaniel Supply retrieves a report from Authorize.net (credit card clearing house) on a daily basis. A different staff member will create the deposit (via internet connection) on the MACS system located at the facility. Once the deposit has been created another staff member will ensure the deposit matches the report from Authorize.net and an ACH will be created for the funds to be deposited into the facility's inmate trust fund account the following business day. All deposit reports, a spreadsheet containing all deposits and the total amount of the ACH with the identification number of the ACH and a copy of the ACH deposit report will be emailed to the designated person located at the facility/County.

Once a week the cash will be collected from the booking and lobby kiosk and a staff member of McDaniel Supply Company will count the funds and report the totals to the reconciliation department for the deposit to be created along with the ACH transaction for the facility. The booking and lobby kiosk have multiple locks on the cabinets as well as locks on the cash drawers containing the bills and coins. The staff collecting the money from the kiosk has keys to the kiosk but do not have keys to the actual cash boxes containing the bills. When the staff member collects the money the staff member runs a report directly from the kiosk. An email is sent to the

staff member located at the warehouse identifying the date and time the cash was collected, the amount of each bill rendered during a deposit and the total amount of cash within the cash box.

There are four different people at any one time dealing with a facility deposit. We do not want the person counting the money to create the deposit or the person creating the deposit at the facility to be the one to ACH the funds to the facility inmate trust fund account. We have several checks and balances in place to eliminate errors when dealing with the inmates funds.

All staff working at McDaniel Supply Company must have yearly background checks along with random drug screens performed throughout the year. McDaniel Supply Company is a **DRUG FREE WORKPLACE**.

In determining the fees for the deposits, McDaniel Supply Company kept the family and friends in mind. We understand it is a hardship on the family for their loved one to be incarcerated therefore we do not charge exorbitant fees on deposits. In determining our fees we took into account the cost for credit card authorizations, charge backs and staff time needed to reconcile the funds before determining the fees. Listed below are the fees associated with the cash and credit card deposits.

Amount of Deposit	Fee for Cash	Fee for Credit Card
\$5.00 - \$25.00	\$3.00	\$3.95
\$25.01 - \$100.00	\$3.00	\$6.95
\$100.01 - \$200.00	\$3.00	\$8.95
\$200.01 - \$300.00	\$3.00	\$10.95

Additional Services

Bank Reconciliation

McDaniel Supply Company, Inc. offers facilities at **NO CHARGE** the option to have a staff member of MSC reconcile the bank statement for the facility. It is not good business practice to have the person who signs the checks to be the person to reconcile the bank statement. Most facilities do not have the luxury of having additional staff to handle the reconciliation therefore McDaniel Supply Company began offering this service when we began our commissary business.

Training

McDaniel Supply Company has one of our staff members to visit the facility two to three weeks after conversion to work with the staff on the MACS system to ensure everyone understands the process and functionality of our inmate accounting software. This and any additional training provided by McDaniel Supply Company is at **NO CHARGE**.



Jerry D. McDaniel, President

Lori A. McDaniel, Vice President

Sales Staff	Warehouse Staff	Delivery Staff	On-site Staff	Pick Room Staff	Administration Staff
Tammy Luke, Salesperson	Jeff Wheeler, Warehouse Manager	Route Manager	On Site Managers (6)	Debra Thornton, Order Fulfillment Supervisor	Debbie Woodson, Admin Asst.
Butch Reynolds, Salesperson	Inventory Mgr.	Stockmen/Delivery Pullers (12)		Pickers/Checkers (15)	Jessica McClain, Billing Clerk
Tommy Allen, Salesperson	Order Pullers (5)				Erika Wilson, Receptionist
Garry Bryant, Salesperson					Clerical Support
Information Systems Staff					Reconciliation Staff
David Paulsen, Chief Technology Officer	Shannon Richardson, Analyst	Tom Osborne, Network Administrator			Katrina Robinson, Accounting/ Reconciliation
Will Fitch, Programmer	Janene Prock Beatty, Account Manager	David Brubaker, Technician			Brandi Murray, Accounting/ Reconciliation
Internet Developer	Theresa Ray-Lee Account Manager	Nathan Tilley, Technician			Elizabeth Thornton, Accounting/ Reconciliation

MACS Software Features

The MACS Program is the best available on the market today and McDaniel Supply Company is constantly upgrading our software and equipment to utilize the most current technology available on the market. The facility determines how often their system is updated. Not all facilities use all of the modules within the MACS system. The MACS system is provided to the facility at **NO CHARGE**. Our program is Windows based with a SQL server back end. McDaniel Supply Company prides itself on our inmate banking software because we make sure it meets the needs of each new customer or existing customer and if it does not, then we work with the customer to make the necessary changes to the system to meet the need. Our customers determine the functionality in MACS so it streamlines their processes.

The Software will perform the following:

System Information

- Thick client configuration
- SQL backend
- Ability to minimize MACS and toggle between Windows programs
- User defined data tab
- Supports various work flow processes
- Ability to interface with jail management systems
- Free form comment tab
- User defined drop down lists (codes)
- User defined chart of accounts
- Automatically update the workstations when a user logs in
- Automatically update the kiosks when a new update is detected
- Configurable to use any printer
- Configurable to work on any Windows network or Novell network
- Remote administration allows for easy upgrades as well as for training purposes

Inmate Activities

- Open an inmate account upon booking via interface or manually
- Allows facility to assign a specific ID or booking number or change ID numbers
- Assign receipt numbers automatically
- Add funds to an account (inmate or facility)
- Ability to receive internet deposits in real time
- Edit an inmate account
- Allow for restrictions on purchasing of items whether due to medical, disciplinary problems, etc
- Allow for work release accounting and payments
- Ability to recover the costs of medical, indigent, ID cards, disciplinary, haircuts and other facility charges
- Check inmates out with an automatic check writer, pay in cash or cash and check and automatically update the release date
- Release Cards
- Check multiple inmates out at the same time and write one check along with a report listing each inmate's information (i.e. inmate name, social security number, address, balance, etc.)
- Reopen a previous inmate account (only by administrator if so desired)
- Tracking Visitors per inmate (with recording of background completed flag)
- Suspension of visitation per visitor or inmate
- Contact information per inmate
- Track Inmate Mail
- Log all activities associated with inmate
- Record various inmate ID numbers (i.e. Federal, State, DOC, Property, INS)
- Inmate release data, release type, releasing authority, and transfer information
- Ability to relocate one or more inmates at a time
- Ability to freeze inmates accounts so an inmate cannot receive funds or freeze the account so an inmate cannot spend funds on commissary

- Merge inmate records when duplicate records are added for an inmate inadvertently by user(s)
- System allows for inmates to be restricted by menus (i.e., diabetic, disciplinary or diet) or by restriction codes
- System allows for an inmate to be placed on restriction by entering the first day of restrict and the last day of restriction – linked to restricted menu
- Individual inmate spending limits (trustees may be able to spend more than a regular inmate)
- Date of Birth (Displays inmate age)
- Inmate Demographics
- Inmates Physical Characteristics (Hair & Eye color, height, weight, etc.)
- Release information automatically updated
- Ability to use soundex when locating an inmate in the system
- Ability to release inmate without payment of minimum balance
- Ability to attach digital photograph of inmate to inmate record
- Inmate Property tracking
- Bail Bond data (bond amount & agent)
- Ability to attach multiple documents to individual inmate records
- Booking Data available (booking date, officer, multiple identification numbers, arrest information and released information)
- Ability for inmate to order indigent kit(s), purchase haircuts, snack packs, etc. from kiosk
- Ability for inmates to review transaction history on the kiosk
- Ability to force inmates to review the facility handbook before they can proceed on the kiosk

Commissary Management

- Order entry (manual, kiosk, telephone or scanned)
- Electronic order transmission via the internet
- Detailed order reports (by desired date range)
- Item purchase history
- Menu management features (i.e., max quantities, number of items ordered per inmate, minimum days between ordering of items, specified items can ignore the spending limits, point system assigned to item groups for the purpose of control over ordering of products such

as tobacco products, ability to mark individual items as taxable, non taxable, commissionable and non commissionable)

- Tracks orders by method of entry (manual, kiosk, telephone or scanned for training needs)

Accounting Features

- Tracks all fees collected from inmates
- Tracks all deposits and credits to inmates
- Contains a General Ledger & Trial Balance which can be viewed or printed for a user specified date range or account
- Ability to void a transaction and notate the reason for the void
- Ability to place a note on a transaction after the transaction is completed
- Ability to bill single or multiple inmates for charges specific to the facility
- Each transaction is double entry (debit and credit)
- Ability to transfer funds from inmate to inmate which includes reason for transfer
- Automatic deduction of funds from an inmate deposit to repay funds owed to the facility by percentages
- Scheduled Automated Subsistence Billing
- Automated billing (medical, dental, etc.) for multiple inmates
- Ability to record deposits by cash, check, money order or credit card
- Released inmates outstanding debt maintained
- MICR Check Printing
- Balance Reconciliation
- Reprint any receipt
- Batch processing – Ability to create batch processes for charges invoiced to a particular inmate or inmates for admin fees or any type fee the facility may have

Facility Account Management

- Opening of Accounts
- Editing of Accounts
- Adding funds to Accounts
- Writing checks from accounts

- Transferring funds from account to account
- Billing facility accounts for charges
- Ability to keep track of funds received from other facility services (ie., Vending commissions, phone commissions, etc.
- Journal Entries for account corrections

Checkbook Management

- Automatically write and print checks from inmate or facility account
- Ability to release inmate funds on release cards (cuts down on the time it takes to reconcile bank statements)
- Integrated checkbook register
- Ability to void and reprint checks
- Ability to enter reason for voided check
- Ability to reconcile checking account
- Checking and deposit reports based upon multiple query options
- Ability to correct checks or deposits to the account
- Ability to print deposit slips for bank deposit

Cash Drawer Support

- Complete tracking for single or multiple daily deposits
- Integrated reports to assist in finding discrepancies
- Linked directly to bank deposits for easy management
- Each transaction is stamped with the user, date, time and machine
- Ability to view on the screen the user which entered the transaction
- Deposit summary lists totals for cash, check, money order, wire transfer and credit card
- Ability to pay out in cash and reconcile cash drawer to maintain a certain beginning balance
- Ability to have multiple cash drawers

Modules

- Payroll Module
- Grievance/Request/Sick Call Module (available to inmates on kiosk level)
- ICE Module (available to inmates on kiosk level)
- PREA module (available to inmates on kiosk level)

- TIPS module (available to inmates on kiosk level — reporting crimes)
- Convenience Module
- Property Module
- Positive Pay Module
- Work Camp/Prison Module
 - Booking Data and Tracking
 - Personal Information
 - Release Data and Tracking
 - Criminal Charges
 - Disciplinary Tracking and Disposition
 - Work Assignments including skills by inmate
- Most Wanted Module
 - Ability for inmates to view on the kiosk pictures of people who are wanted concerning various crimes and/or post information concerning unsolved cases.

Reports and Tools

- Allows on screen report viewing before printing
- Provide account balances for inmates based on location, open accounts, closed accounts
- Provide account balances for the facility based on the funds received from the inmate charges
- Allows for separate accounting of accounts determined by the facility
- Sales summary reports showing all inmate purchases by item or group
- Sales reports by item listing inmates who have purchased particular item(s)
- Daily transaction reports for all money received and released
- Outstanding inmate bills
- Paid inmate bills
- Indigent Tracking
- Complete inmate bill history
- Inmate deposits
- Automatic receipt printing for all transactions
- Reports may be generated for any specific inmate or any specific time desired

- Detailed account balances with history
- Detailed transaction reports
- All reports offer multiple query options
- Any report not in the system will be written to the specifications of the facility
- Ability to export browser list results to Excel spreadsheets
- Print query results directly to a printer
- Inmate receipt for all fees/charges billed
- Journal Entries for account corrections
- Grievance/Request/Sick Call reports

Security Features

- Each user assigns their own user password and has security access to the functions facility selects
- Track & display each transaction by user, computer, date and time
- Security attached to voiding a transaction
- Users can be added, edited or inactivated by the Administrator
- All systems are equipped with two hard drives and the data is backed up daily to the second drive whether it's an internal or external drive
- Backups are routed to an offsite server as well

Upload menu from warehouse

- Add new items or remove/inactivate items
- Modify pricing
- Restrict items according to medical, disciplinary needs or gender
- Ability to restrict the dates between items being ordered (1 pair of shoes every six months, etc) as well as the quantity limit of items

Training

- A training system can be set up on the facility server to allow for training or demonstration purposes
- First line support training is available

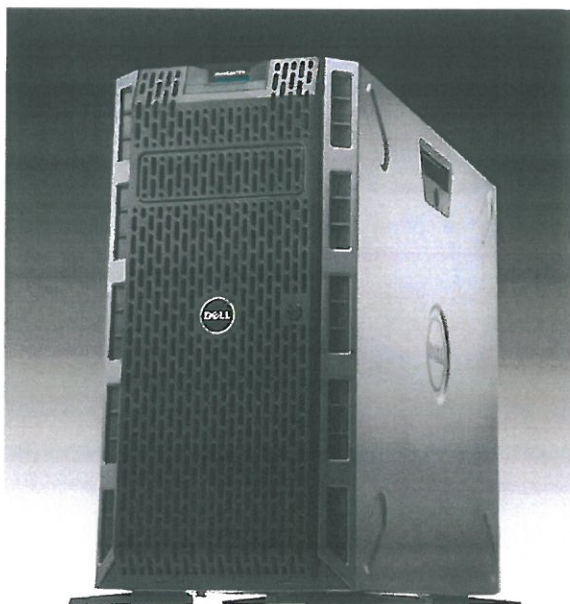
The features listed are only a brief summary of the many versatile and functional features on the MACS system. **In addition, we have the capabilities to customize any report to meet your specific auditor's, counties, or state's needs.**

Equipment

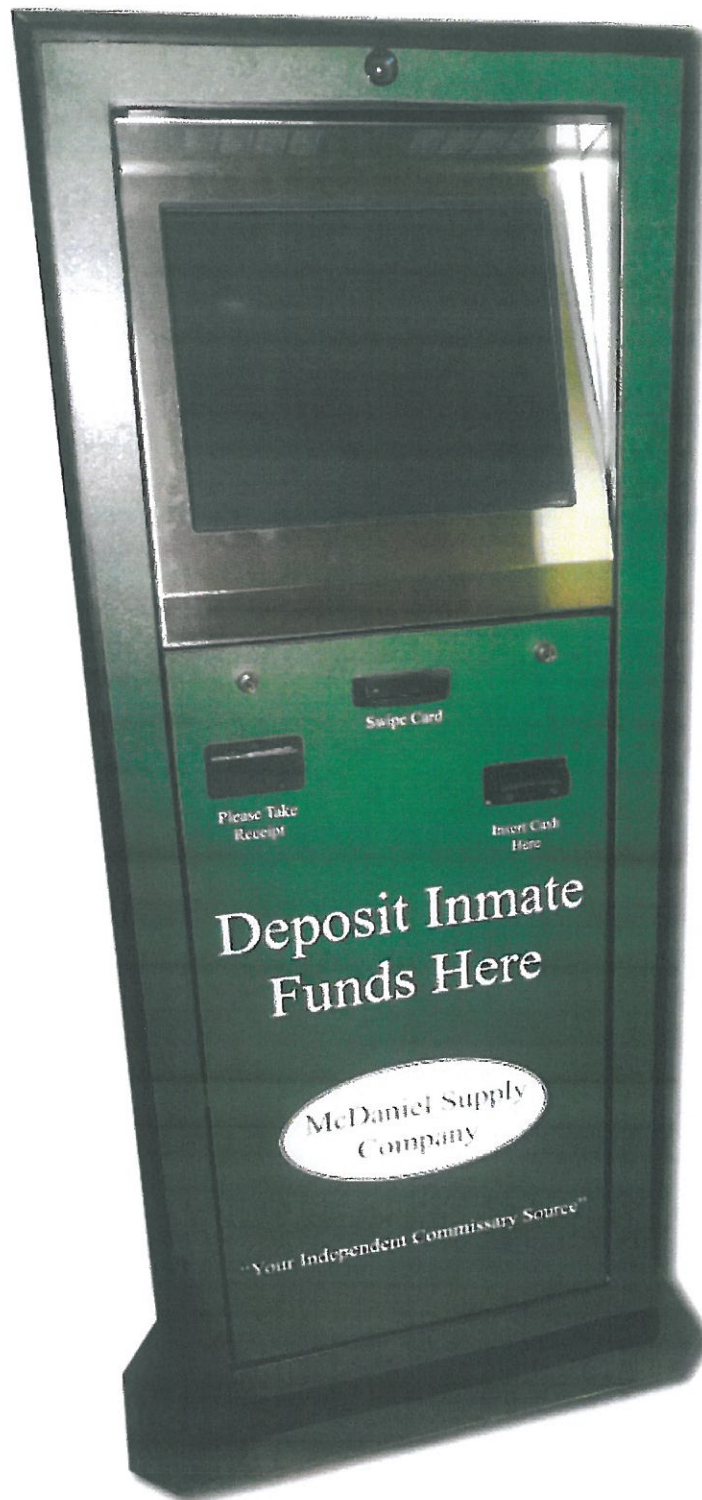
McDaniel Supply Company will provide at **NO COST** to the County or the Detention Center the following equipment depending upon the option chosen:

- 1 Dell Server
- 1 Dell Interface Server
- 1 Lobby Kiosk
- 1 Booking Kiosk
- Card Reader – Release Cards

Data Server



Lobby Kiosk



Booking Kiosk



Wall Mounted Ordering Kiosk



North Carolina References

New Hanover County Detention Center

3950 Juvenile Center Road

Castle Hayne, North Carolina 28490

Major D. T. Ward

dward@nhcgov.com

(910) 798-4173

Installation Date: 8/1/09

ADP: 575

Use: Bagging Operation and Inmate Trust Account System (MACS) Interface
data transferred from JMS to MACS

Ordering Kiosk: 12

Lobby Kiosk: 1

Internet Deposits

Robeson County Detention Center

122 Legend Road

Lumberton, North Carolina 28358

Major George Kenworthy

gkenworthy@robesoncoso.org

(910) 671-3015

Installation Date: 5/1/17

ADP: 400

Use: Bagging Operation and Inmate Trust Account System (MACS) Interface
data transferred from JMS to MACS

Ordering by Telephone

Inmate Phone Time Transfer

Lobby Kiosk: 1

Booking Kiosk: 1

Internet Deposits

Release Cards

North Carolina – Continued

Brunswick County Detention Center

70 Stamp Act Drive

Bolivia, North Carolina 28422

Chief Jane Evans

jevans@brunscos.net

(910) 253-2742

Installation Date: 6/1/2011

ADP: 280

Use: Bagging Operation and Inmate Trust Account System (MACS) Interface
data transferred from JMS to MACS

Ordering Kiosk: 13

Lobby Kiosk: 1

Booking Kiosk: 1

Internet Deposits

Release Cards

Sampson County Detention Center

112 Fontana Street

Clinton, North Carolina 23828

Major Pickett

kpickett@sampsonsheriff.com

(910) 990-6600

Installation Date: 05/17/16

Adult ADP: 275

Use: Bagging Operation

Booking Kiosk: 1

Lobby Kiosk: 1

Ordering Kiosks: 6

Bagging Operation and Inmate Trust Account System (MACS) Interface data
transferred from JMS to MACS

Internet Deposits

Inmate Transfer Phone Time

Family/Friends Internet Ordering

North Carolina References - Continued

Hoke County Sheriff's Detention Center

125 East Edinborough Avenue
Raeford, North Carolina 28376

Major Nachia Revels

nrevels@hokesherriff.org

(910)875-5113

Installation Date: 05/09/16

Adult ADP: 200

Use: Bagging Operation

Booking Kiosk: 1

Lobby Kiosk: 1

Ordering Kiosk: 5

Bagging Operation and Inmate Trust Account System (MACS) Interface data transferred from JMS to MACS

Internet Deposits

Family/Friends Internet Ordering

Scotland County Detention Center

212 Biggs Street

Laurinburg, North Carolina 28353

Capt. Donald Flowers

dflowers@scotlandcounty.org

(910) 277-3166

Installation Date: 01/30/17

Adult ADP: 140

Use: Bagging Operation

Booking Kiosk: 1

Lobby Kiosk: 1

Ordering Kiosk: 6

Bagging Operation and Inmate Trust Account System (MACS) Interface data transferred from JMS to MACS

Internet Deposits

Inmate Phone Time Transfer

North Carolina References - Continued

Dare County Detention Center

1044 Driftwood Drive

Manteo, North Carolina 27954

Capt. Allen Moran

allenm@darenc.com

(252) 475-9222

Installation Date: 5/1/13

Adult ADP: 75

Use: Bagging Operation

Booking Kiosk: 1

Lobby Kiosk: 1

Ordering Kiosk: 5

Bagging Operation and Inmate Trust Account System (MACS) Interface data transferred from JMS to MACS

Internet Deposits

Inmate Phone Time Transfer

Anson County Jail

119 North Washington Street

Wadesboro, NC 28170

Capt. Freddie Paxton

fpaxton@co.anson.nc.us

704-694-4188

Installation Date: 10/29/14

Adult ADP: 75

Use: Bagging Operation

Booking Kiosk: 1

Lobby Kiosk: 1

Ordering Kiosk: 6

Bagging Operation and Inmate Trust Account System (MACS) Interface data transferred from JMS to MACS

Internet Deposits

Inmate Phone Time Transfer

North Carolina – Continued

Stokes County Detention Center

1013 Main Street

Danbury, North Carolina 27016

Capt. Debbie Tuttle

dtuttle@co.stokes.nc.us

(336)593-8787

Installation Date: 05/31/16

Adult ADP: 75

Use: Bagging Operation

Booking Kiosk: 1

Lobby Kiosk: 1

Telephone Ordering

Bagging Operation and Inmate Trust Account System (MACS) Interface data transferred from JMS to MACS

Internet Deposits

Inmate Transfer Phone Time

Family/Friends Internet Ordering

Davie County Detention Center

135 Green Street

Mocksville, North Carolina 27028

Capt. Cam Sloan

csloan@dcsonc.com

(336) 345-0305

Installation Date: 11/02/16

Adult ADP: 75

Use: Bagging Operation

Booking Kiosk: 1

Lobby Kiosk: 1

Ordering Kiosks: 5

Bagging Operation and Inmate Trust Account System (MACS) Interface data transferred from JMS to MACS

Internet Deposits

Family/Friends Internet Ordering

North Carolina – Continued

Washington County Detention Center

120 Adams Street

Plymouth, North Carolina 27962

Director Clint Blount

clblount@washconnc.org

(252)793-1107

Installation Date: 11/08/16

Adult ADP: 40

Use: Bagging Operation

Booking Kiosk: 1

Lobby Kiosk: 1

Ordering Kiosks: 3

Bagging Operation and Inmate Trust Account System (MACS) Interface data transferred from JMS to MACS

Internet Deposits

Inmate Transfer Phone Time

Family/Friends Internet Ordering

Chowan County Detention Center

305 West Freemason Street

Edenton, North Carolina 27932

Chief Deputy Andy Bunch

Andy.bunch@chowan.nc.gov

(252) 482-8484

Installation Date: 09/08/16

Adult ADP: 40

Use: Bagging Operation

Booking Kiosk: 1

Lobby Kiosk: 1

Telephone Ordering

Bagging Operation and Inmate Trust Account System (MACS) Interface data transferred from JMS to MACS

Internet Deposits

McDaniel Supply Customer Service and Guarantee

McDaniel Supply Company is completely focused on our customer as evidenced by our commitment for complete customer satisfaction. Our commitment includes the following:

- One Point of Contact
- Free Repair of Damaged Commissary Equipment at **No Charge**
- On-Site Training Available Upon Request **At No Cost**
- Your total satisfaction with the MACS software or a modification made at **no cost**
- **"NO QUESTIONS ASKED"** on damages or shortages – replaced or credited to the inmate immediately
- Free Upgrades of the MACS system
- Support line open 24/7 with 800 number access
- **Total commitment from McDaniel Staff**

EXHIBIT B

MSC Price List – To be inserted after product has been determined by facility.

800-822-9388

McDaniel Supply Company - EXHIBIT B

Jesup, GA

ID	Description	Size	Inmate Price	Inmate Price With Sales Tax
	PERSONAL CARE			
3022	CLEAR GEL TOOTHPASTE	2.75oz	\$ 1.17	\$ 1.25
5005	IRISH SPRING	4oz	\$ 1.43	\$ 1.53
5020	IVORY SOAP	4oz	\$ 1.17	\$ 1.25
5030	DIAL SOAP	4oz	\$ 1.47	\$ 1.57
7280	DEODORANT SOAP	3oz	\$ 0.70	\$ 0.75
5070	DIAL BODY WASH SPRING WATER	16oz	\$ 5.42	\$ 5.80
5125	CLEAR SKIN CARE LOTION	16oz	\$ 2.87	\$ 3.07
5130	COCOA BUTTER LOTION - 4 OZ	4oz	\$ 1.13	\$ 1.21
5135	BABY OIL	4oz	\$ 1.48	\$ 1.59
5140	BABY POWDER	4oz	\$ 1.48	\$ 1.59
5145	PETROLEUM JELLY	4oz	\$ 1.62	\$ 1.73
5152	NOXZEMA	2.5oz	\$ 3.18	\$ 3.41
6068	ACNE CREAM	1oz	\$ 2.67	\$ 2.85
5108	BRUSHLESS SHAVE CREAM	4.5oz	\$ 1.53	\$ 1.64
5160	GENERIC STICK DEODORANT	2.25oz	\$ 2.53	\$ 2.71
5165	GENENIC LADIES SPEED STICK	2.25oz	\$ 2.53	\$ 2.71
5170	LADY SPEED STICK	1.5oz	\$ 3.72	\$ 3.98
5175	MENNEN FRESH SCNT	1.8oz	\$ 3.72	\$ 3.98
5166	DEGREE DEODORANT	1.7oz	\$ 3.93	\$ 4.21
5168	DIAL ROLL ON DEODORANT	1.5oz	\$ 2.40	\$ 2.57
5190	HEAD & SHOULDERS	14.5oz	\$ 8.28	\$ 8.86
5210	SUAVE SHAMPOO	15oz	\$ 2.83	\$ 3.03
5215	PANTENE CONDITIONER	12oz	\$ 6.12	\$ 6.54
5215	HAIR CONDITIONER 4OZ	4oz	\$ 1.13	\$ 1.21
5218	SHAMPOO 4OZ	4oz	\$ 1.13	\$ 1.21
5220	2-N-1 SHAMPOO AND CONDITIONER	12.6oz	\$ 4.45	\$ 4.76
5800	TOOTHBRUSH - TEK MEDIUM		\$ 0.87	\$ 0.93
5270	CLOSE-UP TOOTHPASTE 4OZ	118ml	\$ 2.83	\$ 3.03
5275	COLGATE TOOTHPASTE - 2.8OZ	2.8oz	\$ 2.40	\$ 2.57
5290	DENTURE CREAM	2.5oz	\$ 5.32	\$ 5.69
5302	DENTURE TABLETS	4ct	\$ 0.48	\$ 0.52
5268	DENTURE CUP		\$ 0.57	\$ 0.61
5320	POMADE	4oz	\$ 2.62	\$ 2.80
5330	PALM BRUSH W/OUT HANDLE		\$ 1.30	\$ 1.39
5337	AFRO PICS		\$ 0.25	\$ 0.27
5355	BLACK COMB - 5"		\$ 0.22	\$ 0.23
5400	LIP THERAPY (GEN. CHAPSTICK)	.15oz	\$ 1.43	\$ 1.53
5500	TAMPONS	8ct	\$ 2.83	\$ 3.03

800-822-9388

McDaniel Supply Company

Jesup, GA

ID	Description	Size	Inmate Price	Inmate Price With Sales Tax
5505	SANITARY NAPKINS	16ct	\$ 2.27	\$ 2.43
5510	DOUCHE	3oz	\$ 1.57	\$ 1.68
5616	HAND & BODY LOTION 4OZ	4oz	\$ 1.13	\$ 1.21
6011	ANTACID TABLETS	2pk	\$ 0.48	\$ 0.52
6012	COUGH DROPS	9ct	\$ 1.42	\$ 1.52
6020	GEN. TYLENOL 325MG	2pk	\$ 0.48	\$ 0.52
6030	IBUPROFEN	2pk	\$ 0.57	\$ 0.61
6080	ANTIFUNGAL CREAM	1oz	\$ 2.53	\$ 2.71
6120	CONTACT LENS SOLUTION	12oz	\$ 6.73	\$ 7.20
	CANDY			
1000	SNICKERS - K	1.86oz	\$ 1.37	\$ 1.46
1020	M&M PEANUT - K	1.74oz	\$ 1.37	\$ 1.46
1030	BABY RUTH - K	2.1oz	\$ 1.37	\$ 1.46
1040	MILKY WAY - K	2.05oz	\$ 1.37	\$ 1.46
1045	LARGE KIT KAT	2.05oz	\$ 1.72	\$ 1.84
1070	BUTTERFINGER - K	2.01oz	\$ 1.37	\$ 1.46
1080	M&M PLAIN - K	1.69oz	\$ 1.37	\$ 1.46
1085	LARGE HERSHEY W/ALMONDS - K	1.85oz	\$ 1.72	\$ 1.84
1090	THREE MUSKETEER - K	2.13oz	\$ 1.37	\$ 1.46
1095	LARGE REESE CUPS - K	2.1oz	\$ 1.72	\$ 1.84
1110	JOLLY RANCHERS	4oz	\$ 1.40	\$ 1.50
1120	CHICK-O-STICK - K	.7oz	\$ 0.42	\$ 0.45
1130	ATOMIC FIREBALLS	4oz	\$ 1.35	\$ 1.44
1140	TWIX - K		\$ 1.37	\$ 1.46
1160	SKITTLES	2.17oz	\$ 1.37	\$ 1.46
1170	STARLIGHT MINTS	4.5oz	\$ 1.22	\$ 1.30
1180	BUTTERSCOTCH - K	4.5oz	\$ 1.22	\$ 1.30
1190	SOUR FRUIT BALLS	4.5oz	\$ 1.22	\$ 1.30
1145	NESTLE CRUNCH BAR	1.55oz	\$ 1.37	\$ 1.46
12029	ALMOND JOY	1.61oz	\$ 1.37	\$ 1.46
1205	S.F. CHICK O STICK 3.75OZ - K	3.75oz	\$ 3.05	\$ 3.26
1230	SNICKER W/ALMONDS	1.76oz	\$ 1.37	\$ 1.46
1240	HARD CANDY - SF	2oz	\$ 1.22	\$ 1.30
2080	SALTED PEANUTS - K	1oz	\$ 0.60	\$ 0.64
2200	NUTTY BAR - K	3oz	\$ 0.98	\$ 1.05
2250	GRANOLA BAR - K	1.5oz	\$ 0.88	\$ 0.95
2275	TOASTCHEE - K	1.5oz	\$ 0.75	\$ 0.80
2278	JALAPENO CHEDDAR CRACKER - K	1.5oz	\$ 0.75	\$ 0.80

ID	Description	Size	Inmate Price	Inmate Price With Sales Tax
2280	CHEESE ON WHEAT CRACKERS - K	1.375oz	\$ 0.75	\$ 0.80
2297	S. F. WAFERS - VANILLA - K	2.12oz	\$ 1.07	\$ 1.14
2298	S. F. WAFER - CHOCOLATE - K	2.2oz	\$ 1.07	\$ 1.14
2299	S. F. WAFER - STRAWBERRY - K	2.2oz	\$ 1.07	\$ 1.14
2380	CHEEZ-ITS - K	1.5oz	\$ 0.93	\$ 1.00
	DRINKS			
3040	FRUIT PUNCH MIX - SINGLE	SINGLE SERVE	\$ 0.47	\$ 0.50
3055	ORANGE DRINK MIX - SINGLE	SINGLE SERVE	\$ 0.47	\$ 0.50
3045	LEMONADE MIX - SINGLE	SINGLE SERVE	\$ 0.47	\$ 0.50
3050	CHERRY MIX - SINGLE	SINGLE SERVE	\$ 0.47	\$ 0.50
3065	ICED TEA MIX - SINGLE	SINGLE SERVE	\$ 0.47	\$ 0.50
3140	BOTTLED WATER	20oz	\$ 1.12	\$ 1.19
3200	S.F. FRUIT PUNCH DRK MX - SF	SINGLE SERVE	\$ 0.30	\$ 0.32
3203	S.F. GRAPE DRINK MIX - SF	SINGLE SERVE	\$ 0.30	\$ 0.32
3205	S.F. LEMONADE DRK MX - SF	SINGLE SERVE	\$ 0.30	\$ 0.32
3210	S.F. ORANGE DRINK MIX - SF	SINGLE SERVE	\$ 0.30	\$ 0.32
3204	S.F. ICED TEA DRINK MIX - SF	SINGLE SERVE	\$ 0.30	\$ 0.32
3015	GCS COLUMBIAN COFFEE	3oz	\$ 4.43	\$ 4.74
3012	DECAF COFFEE 5/PK	SINGLE SERVE	\$ 1.72	\$ 1.84
3007	SUGAR SUB. 10/PK	10/PK	\$ 0.70	\$ 0.75
3006	CREAMER PACKET 10/PK	10/PK	\$ 0.70	\$ 0.75
3070	ORANGE DRINK MIX - 6OZ	6oz	\$ 1.92	\$ 2.05
3074	FRUIT PUNCH DRINK MIX - 6OZ	6oz	\$ 1.92	\$ 2.05
3072	GRAPE DRINK MIX - 6OZ	6oz	\$ 1.92	\$ 2.05
3076	LEMONADE DRINK MIX - 6OZ	6oz	\$ 1.92	\$ 2.05
	FOOD & SNACKS			
2003	JALAPENO CHEESE SQUEEZE	1oz	\$ 0.92	\$ 0.98
2005	HONEY BUN GLAZED - K	5oz	\$ 1.22	\$ 1.30
2010	HONEY BUN ICED - K	6oz	\$ 1.32	\$ 1.41
2012	JALAPENO PRETZEL PIECES - K	2.25oz	\$ 1.07	\$ 1.14
2015	DILL PICKLE - K		\$ 1.22	\$ 1.30
2020	HOT PICKLE - K		\$ 1.22	\$ 1.30
2025	BEEF & CHEESE STICK	1.125oz	\$ 1.17	\$ 1.25
2030	HICKORY BEEF STICK	1.125oz	\$ 1.17	\$ 1.25
2035	BEEF SUMMER SAUSAGE	2.75oz	\$ 2.70	\$ 2.89
2040	HOT SAUSAGE - P	1.7oz	\$ 1.25	\$ 1.34
2041	HOT SUMMER SAUSAGE	5oz	\$ 3.78	\$ 4.05

800-822-9388

McDaniel Supply Company

Jesup, GA

ID	Description	Size	Inmate Price	Inmate Price With Sales Tax
2045	TUNA IN POUCH - K	2.5oz	\$ 2.70	\$ 2.89
2046	MAYONNAISE PACKET		\$ 0.15	\$ 0.16
2055	PEANUT BUTTER PACKET - K	1.12oz	\$ 0.70	\$ 0.75
2058	GRAPE JELLY PKT	1oz	\$ 0.38	\$ 0.41
2054	BBQ SAUCE	1.25oz	\$ 0.62	\$ 0.66
2056	CLASSIC GOURMET RANCH DRESSING POUCH	1.5oz	\$ 0.83	\$ 0.89
2070	CHEX MIX	1.75oz	\$ 0.92	\$ 0.98
2098	STRAWBERRY CHEESE CLAW - K	4oz	\$ 1.32	\$ 1.41
2100	CINNAMON ROLL - K	4oz	\$ 1.32	\$ 1.41
2105	CHOCOLATE CUPCAKES - K	3oz	\$ 1.32	\$ 1.41
2110	BANANA PUDDING CUPCAKES	4oz	\$ 1.32	\$ 1.41
2110	APPLE FRIED PIE	4.5oz	\$ 1.32	\$ 1.41
2210	OATMEAL CRM PIE - K	2.5oz	\$ 0.83	\$ 0.89
2240	POP-TARTS - STRAWBERRY	3.65oz	\$ 1.32	\$ 1.41
2255	PEANUT BUTTER CREME- K	5oz	\$ 1.17	\$ 1.25
2260	DUPLEX CREME - K	5oz	\$ 1.17	\$ 1.25
2265	STRAWBERRY CREME - K	5oz	\$ 1.17	\$ 1.25
2798	ICED OATMEAL COOKIES - K	5oz	\$ 1.22	\$ 1.30
2274	SALTINES (SLEEVE) - K	4oz	\$ 0.88	\$ 0.95
2315	SNACK CRACKERS - K	13.7oz	\$ 3.03	\$ 3.25
2285	GRILL CHEESE CRACKER - K	1.38oz	\$ 0.75	\$ 0.80
2300	CHEETOS - K	2oz	\$ 1.17	\$ 1.25
2310	CHOCOLATE MOON PIE	2.75oz	\$ 0.93	\$ 1.00
2320	BANANA MOON PIE	2.75oz	\$ 0.93	\$ 1.00
2330	CHOCOLATE CHIP COOKIE - K	2oz	\$ 0.98	\$ 1.05
2333	SALT & VINEGAR - K	1oz	\$ 0.75	\$ 0.80
2340	BBQ CHIPS - K	1.5oz	\$ 1.07	\$ 1.14
2345	PLAIN CHIPS - K	1.5oz	\$ 1.07	\$ 1.14
2365	SC & CHEDDAR CHIPS - K	1oz	\$ 0.75	\$ 0.80
2355	NACHO CHEESE CHIPS - K	1.5oz	\$ 1.17	\$ 1.25
2360	BBQ CORN CHIPS - K	2oz	\$ 1.07	\$ 1.14
2339	JALAPENO CHEESE PUFFS - K	1oz	\$ 0.75	\$ 0.80
2366	BUFFALO CHIPS - K	1.5oz	\$ 1.07	\$ 1.14
2373	VOO DOO CHIPS - K	1.5oz	\$ 1.13	\$ 1.21
2375	BBQ PORK SKINS - P	1oz	\$ 0.83	\$ 0.89
2385	WHITE CHED. POPCORN	.75oz	\$ 0.70	\$ 0.75
2391	CHEESE CURLS - 10OZ	10oz	\$ 2.80	\$ 3.00
2394	SPICY HOT CHIPS 5.5OZ - K	5.5oz	\$ 2.62	\$ 2.80

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McDaniel Supply Company

Jesup, GA

ID	Description	Size	Inmate Price	Inmate Price With Sales Tax
2397	5.5OZ BBQ CHIP - K	5.5oz	\$ 2.62	\$ 2.80
2398	SALSA VERDE TORTILLA CHIP - K	6oz	\$ 2.62	\$ 2.80
2399	SOUR CREAM & ONION 5.5OZ - K	5.5oz	\$ 2.62	\$ 2.80
2779	COMBOS - PIZZERIA	1.8oz	\$ 1.08	\$ 1.16
2075	TRAIL MIX - NUT N YOGURT	2.25oz	\$ 1.07	\$ 1.14
2230	APPLE NUTRIGRAIN BAR		\$ 1.07	\$ 1.14
2500	CHICKEN CUP-A-SOUP	2.25oz	\$ 1.17	\$ 1.25
2505	SHRIMP CUP-A-SOUP	2.25oz	\$ 1.17	\$ 1.25
2510	BEEF CUP-A-SOUP	2.25oz	\$ 1.17	\$ 1.25
2520	CHILI SOUP	3oz	\$ 0.83	\$ 0.89
2525	BEEF SOUP	3oz	\$ 0.83	\$ 0.89
2527	LIME CHILI SHRIMP SOUP	3oz	\$ 0.83	\$ 0.89
2530	CHICKEN SOUP	3oz	\$ 0.83	\$ 0.89
2540	PICANTE CHICKEN SOUP	3oz	\$ 0.83	\$ 0.89
2545	ORIENTAL SOUP	3oz	\$ 0.83	\$ 0.89
2552	SPAM (POUCH) - P	3oz	\$ 2.62	\$ 2.80
2556	MACKEREL FILLET - 3.53OZ	3.53oz	\$ 2.33	\$ 2.50
2610	SARDINES N HOT SAUCE - 3.53OZ	3.53oz	\$ 2.10	\$ 2.25
2700	SWEET & SALTY NUT MIX - 2OZ	2oz	\$ 1.07	\$ 1.14
2561	FROSTED FLAKES	1oz	\$ 0.75	\$ 0.80
2560	RAISIN BRAN	1.25oz	\$ 0.75	\$ 0.80
	MISCELLANEOUS			
4060	LEGAL PAD LARGE	8.5x11	\$ 1.48	\$ 1.59
4095	SKETCH PAD 8.5x11	8.5x11	\$ 1.48	\$ 1.59
4001	#10 LETTER ENVELOPE		\$ 0.15	\$ 0.16
4010	MANILLA ENVELOPE	9x12	\$ 0.30	\$ 0.32
4075	STAMPED ENVELOPES		\$ 0.70	\$ 0.70
4072	BOOK OF 10 STAMPS		\$ 4.90	\$ 4.90
4071	SINGLE STAMP		\$ 0.49	\$ 0.49
4070	ONE CENT STAMP		\$ 0.01	\$ 0.01
4077	STAMPED POSTCARD		\$ 0.44	\$ 0.44
4081	ERASER CAP		\$ 0.13	\$ 0.14
9088	GOLF PENCILS		\$ 0.13	\$ 0.14
4086	PENCIL w/ERASER		\$ 0.27	\$ 0.29
4063	SHORT COLORED PENCILS	12ct	\$ 2.15	\$ 2.30
4540	LOVE CARD		\$ 2.03	\$ 2.18
4542	BIRTHDAY CARD		\$ 2.03	\$ 2.18
4544	FRIENDSHIP CARD		\$ 2.03	\$ 2.18
4546	JUV BIRTHDAY CARD		\$ 2.03	\$ 2.18

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McDaniel Supply Company

Jesup, GA

ID	Description	Size	Inmate Price	Inmate Price With Sales Tax
4548	ANNIVERSARY CARD		\$ 2.03	\$ 2.18
4550	HOLIDAY CARD		\$ 2.03	\$ 2.18
4082	DRINKING CUP W/LID	20oz	\$ 0.92	\$ 0.98
4087	BOWL W/OUT LID	24oz	\$ 1.17	\$ 1.25
5335	SOAP DISH		\$ 0.65	\$ 0.70
5260	TOOTHBRUSH HOLDER		\$ 0.65	\$ 0.70
7840	KORAN		\$ 6.37	\$ 6.81
4352	BICYCLE PLAYING CARDS		\$ 4.07	\$ 4.35
4050	PLAYING CARDS (POKER)		\$ 2.40	\$ 2.57
4370	PINOCHLE CARDS		\$ 2.40	\$ 2.57
4362	DOMINOS		\$ 4.37	\$ 4.67
4355	CHECKERS		\$ 4.07	\$ 4.35
4356	CHESSE		\$ 4.37	\$ 4.67
4350	CROSSWORD PUZZLE		\$ 2.18	\$ 2.34
4360	WORD SEARCH PUZZLE		\$ 2.18	\$ 2.34
7815	BIBLE		\$ 5.48	\$ 5.87
4225	REPLACEMENT EAR BUDS		\$ 6.97	\$ 7.45
4325	AAA BATTERY 2PK	2PK	\$ 1.62	\$ 1.73
4222	CLEAR AM/FM RADIO		\$ 23.85	\$ 25.52
4803	READING GLASSES +1.25	1.25	\$ 7.33	\$ 7.85
4805	READING GLASSES +1.75	1.75	\$ 7.33	\$ 7.85
4807	READING GLASSES +2.25	2.25	\$ 7.33	\$ 7.85
4809	READING GLASSES +2.75	2.75	\$ 7.33	\$ 7.85


EXHIBIT C

Legal Authority

State	Principal’s Legal Authority to Operate Inmate Commissary/Trust Account	Principal’s Exemption from Money Transmission Licensure
North Carolina	North Carolina Administrative Code 10A NCAC 14J .0801, as amended from time to time	North Carolina General Statutes Annotated § 53-208.44(a)(3), as amended from time to time

THIS INSTRUMENT has been preaudited in the manner required by the Local Government Budget and Fiscal Control Act as amended.

Date: 1/9/2018

DocuSigned by:

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Bob Miracle, Director of Finance

APPROVED AS TO FORM:

Date: 1/9/2018

DocuSigned by:

74313G294A5B46F...
Debra Nass Bechtel, Attorney